

ASSEMBLY BILL

No. 1606

Introduced by Assembly Member Shirley Horton

February 21, 2003

An act to amend Section 21313 of the Government Code, relating to public employees' retirement.

LEGISLATIVE COUNSEL'S DIGEST

AB 1606, as introduced, Shirley Horton. Public employees' retirement: allowance adjustments.

Under the Public Employees' Retirement Law, monthly allowances are adjusted according to changes in the cost of living, as specified. These adjustments are made annually for time commencing April 1 and are reflected in the monthly allowance payable May 1.

Under this bill, these adjustments would instead be made for time commencing January 1 and would be reflected in the monthly allowance payable February 1, beginning February 1, 2004.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 21313 of the Government Code is
2 amended to read:
3 21313. Monthly allowances shall be adjusted annually for
4 time commencing on ~~April~~ January 1 and effective with the
5 monthly allowance regularly payable on the first day of ~~May~~
6 February beginning with ~~May 1, 1969~~ February 1, 2004. The
7 adjusted monthly allowance shall be equal to the base allowance

1 multiplied by an adjustment factor ~~which~~ *that* is equal to the ratio
2 obtained by dividing the consumer price index for the immediately
3 preceding year by the consumer price index for the recipient's base
4 year. The adjustments shall be subject to the conditions and limits
5 provided in this article.

